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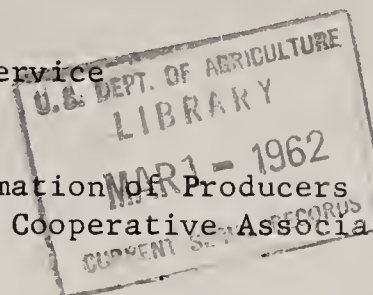
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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 31
U. S. Department of Agriculture
Agricultural Stabilization and Conservation Service
Telephone: ATLantic 8-2571

Market Administrator
220 South William Street
P. O. Box 216
South Bend 24, Indiana

Issued for Information of Producers
Who Are Not Members of Cooperative Associations.



Vol. VI, No. 2

February 1962

JANUARY UNIFORM PRICE \$3.92

Dairy farmers will receive a uniform price of \$3.92 for January 1962 deliveries of Grade A milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The uniform price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7.3 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This minimum price is subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge.

PRODUCER RECEIPTS

Average daily production per producer has increased 13 pounds over the December 1961 delivery period, and is also 30 pounds more than it was a year ago. The daily increase in producer receipts is 2.32 percent over December, while a year ago the production was up 5.7 percent over the previous month. Extremely cold weather and large amounts of ice and snow have undoubtedly kept production from increasing at the rate it increased in January of 1961.

CLASS I SALES

The summary shows that Class I sales increased over December by 3.5 percent on a daily basis. The increase was more than the production increase, so, consequently, we had a 73.2 percent Class I utilization of producer receipts, whereas in December 1961, we had only 72.2 percent Class I utilization. The settlement of a labor strike should improve the Class I sales figures for February 1962.

ORDER NEWS

A recommended decision of the Assistant Secretary of Agriculture with respect to proposed amendments to 36 mid-western marketing orders was mailed to interested parties. This amendment pertains to changing the basic formula and alternative formulas used to make up the basic formula price to the Wisconsin-Minnesota manufacturing price series as the basic formula price in all of these markets. One of the reasons for this amendment is that uniformity of basic formulas is desirable for aligning prices among related markets. Exceptions to this decision have to be mailed to Washington, D. C. by February 15, 1962.

CLASS I PRICE

The Class I price for the February 1962 delivery period will be \$4.18 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.10 per hundredweight to the average condensery pay price (\$3.18) and subtracting the 10 cent supply-demand adjustment. The supply-demand adjustment for the March 1962 delivery period will be a minus 10 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1953-1959 And By Months From 1960 To Date

Year and Month	CLASS I			CLASS II		CLASS III	UNIFORM PRICES	
	Differ- ential	Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	B. F. Differ- ential
1953	\$ 1.10	\$ - .105	\$ 4.370	\$ --	\$ --	\$ 3.141	\$4.107	\$.079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
<u>1960</u>								
Jan.	\$ 1.10	\$ - .04	\$ 4.21	\$.70	\$3.85	\$ 3.13	\$3.96	\$.070
Feb.	1.10	- .06	4.17	.70	3.83	3.12	3.95	.070
Mar.	.90	- .06	3.96	.45	3.57	3.09	3.78	.070
Apr.	.90	- .06	3.93	.45	3.54	3.03	3.72 *	.070
May	.90	- .02	3.91	.45	3.48	3.00	3.59 *	.070
June	.90	+ .02	3.92	.45	3.45	3.00	3.63 *	.070
July	1.10	- .04	4.06	.45	3.45	3.01	3.83 *	.070
Aug.	1.30	- .06	4.25	.70	3.71	3.08	4.07	.071
Sept.	1.30	.00	4.38	.70	3.78	3.20	4.19	.074
Oct.	1.30	+ .06	4.56	.70	3.90	3.31	4.28	.073
Nov.	1.30	+ .12	4.73	.70	4.01	3.40	4.51	.074
Dec.	1.10	+ .04	4.54	.70	4.10	3.44	4.34	.073
Av.	\$ 1.10	\$ - .008	\$ 4.22	\$.60	\$3.72	\$ 3.15	\$3.988	\$.071
<u>1961</u>								
Jan.	\$ 1.10	\$ - .06	\$ 4.48	\$.70	\$4.14	\$ 3.42	\$4.26	\$.073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91 *	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84 *	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76 *	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95 *	.073
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073
Av.	\$ 1.10	\$ - .018	\$ 4.31	\$.55	\$3.55	\$ 3.21	\$4.05	\$.073
<u>1962</u>								
Jan.	\$ 1.10	\$ - .12	\$ 4.17	\$ --	\$ 3.34	\$ 3.18	\$3.92	\$.073
Feb.	1.10	- .10	4.18	--				

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VI, No. 2

UTILIZATION AND CLASSIFICATION OF MILK

February 1962

	January 1962 Reported Data		January 1961 Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	10,496,846	384,285	16,420,268	591,782
Skim Milk	99,039	96	174,627	496
Fortified Skim Milk	765,743	15,726	1,777,893	37,581
Buttermilk	80,641	719	162,098	1,278
Flavored Milk & Drink	501,232	16,305	623,032	20,397
Cereal Mixture	166,830	20,914	284,696	34,522
Coffee Cream	11,431	2,251	17,874	3,431
Whipping Cream	21,060	8,089	32,072	11,858
Sour Cream	11,930	2,390	22,599	4,296
Eggnog	1,000	83	1,136	95
"900" Diet	--	--	54,024	1,159
Total Class I Utilization	12,155,752	450,858	19,570,319	706,895
Add: Class I Shrinkage	75,366	5,861	59,142	12,435
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class I	12,231,118	456,719	19,629,461	719,330
<u>CLASS II</u>				
Used to Produce Cottage Cheese	330,249	7,047	1,339,533	13,857
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	330,249	7,047	1,339,533	13,857
<u>CLASS III</u>				
Class III Products	4,110,613	209,282	4,593,245	287,912
Inventory Variation	(164,435)	(11,236)	301,623	7,157
Total Class III Utilization	3,946,178	198,046	4,894,868	295,069
Add: Class III Shrinkage	253,343	7,495	415,622	17,649
Subtract: Other Source Receipts	45,287	5,317	142,326	5,642
Subtract: Overage	6,233	270	9,799	148
Net Class III	4,148,001	199,954	5,158,365	306,928
TOTAL PRODUCER RECEIPTS	16,709,368	663,720	26,127,359	1,040,115

MISCELLANEOUS INFORMATION

	January 1962	December 1961	January 1961
Average Daily Production	539,012#	526,801#	842,818#
January 1962 Production Compared With -	--	+ 2.32%	- 35.97%
Class I Daily Average	392,121#	378,838#	631,301#
January 1962 Sales Compared With -	--	+ 3.51%	- 37.89%
Number of Producers	711	707	1,158
Daily Herd Production	758#	745#	728#
Av. Test of Producer Milk Received	3.97214%	3.95334%	3.98094%
Total Value Paid Producers	\$712,598.47	\$707,278.71	\$1,200,602.37
Av. Monthly Milk Check Per Farm	\$ 1,002.25	\$ 1,000.39	\$ 1,035.99
Av. Daily Milk Check Per Farm	\$ 32.33	\$ 32.27	\$ 33.42

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164
Dec.	19,183,826	77.7	1,325,496	5.4	4,184,235	16.9	24,693,557
Av.	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368